UNITED STATES DISTRICT COURT for the

Eastern District of Wisconsin

PROTEIN2o, Inc.,

Civil Action No.:

Plaintiff,

Hon.

v.

LANGLADE SPRINGS, LLC

Defendant.

COMPLAINT

NOW COMES plaintiff, PROTEIN2o, INC., by its attorneys, Crivello Carlson, S.C., and as and for a cause of action against defendant, LANDGLADE SPRINGS, LLC, alleges and shows to the Court as follows:

THE PARTIES

- 1. Plaintiff, PROTEIN2o, INC. (hereinafter "PROTEIN2o"), is a Delaware corporation, with its principal place of business located at 2755 West Thomas Street, Melrose Park, IL 60160; the principal corporate activity of the plaintiff is the manufacturing and sale of flavored beverages.
- 2. Defendant, LANDGLADE SPRINGS, LLC (herein after "LANDGLADE"), is a Wisconsin corporation, with its principle place of business located at W6933 State Road 64, Polar, WI 53092; its principal corporate activity consists of manufacturing bottled water, along with other flavored beverages.

JURISDICTION AND VENUE

- 3. This jurisdiction is based on diversity of citizenship of the parties hereto under Title 28, U.S.C. Sec.1332.
- 4. The amount in controversy exceeds the sum of seventy-five thousand dollars (\$75,000.00), exclusive of interest and costs.
 - 5. Venue is proper pursuant to Title 28, U.S.C. Sec. 1391.

COUNT I: BREACH OF CONTRACT

As its first cause of action, Protein O² states and alleges to the Court as follows:

- 6. The plaintiff realleges as set forth herein the full allegations set forth in paragraphs 1-4 inclusive.
- 7. On or about May 8, 2014, PROTEIN20 entered into a Private Label Co-Packer agreement with LANGLADE to produce Grape Splash, Lemon Splash and Berry Splash low-calorie water beverages along with "any other PROTEIN20 products requested" (Exhibit A).
- 8. Pursuant to the Private Label Co-Packer Agreement, PROTEIN20 was to supply the following to LANDGLADE for the manufacture of the low-calorie water beverages:
 - a. Recipe for bottled products
 - b. Ingredients for bottled products
 - c. Labels
 - 9. PROTEIN20 was also responsible for the shipping of the products.
- 10. LANDGLADE mixed and bottled the low-calorie water beverages and provided services to PROTEIN20 as follows:
 - a. Co pack PROEIN20 beverages,
 - b. Mixing and bottling of products,

- c. 500ML bullet-style bottles with two 6.7mm heads (standard PET),
- d. Clear caps,
- e. Tray/clear film wrapping UCC provided one case,
- f. Pallet/pallet wrap, and
- g. Short-term warehousing of raw materials and finished products prior to shipping.
- 11. Pursuant to the Private Label Co-Packer Agreement, LANDGLADE mixed and bottled the subject low-calorie water beverages and shipped them to PROTEIN2o.
- 12. Upon receipt of the subject low-calories water beverages, PROTEIN20 determined that there was something wrong with the product which led to the discovery that the beverages had microbiological spoilage and were not safe to consume.
- 13. LANDGLADE breached contract with PROTEIN20 under the terms of the private label co-packer agreement by supplying contaminated product.
- 14. As a direct result of LANDGLADE's breach of the Private Label Co-Packer Agreement, PROTEIN20 suffered the following damages:
 - 1. Loss of contaminated product, \$141,097.60;
 - 2. Labor expense, \$34,775.00;
 - 3. Transportation expense, \$30,000.00;
 - 4. Cost of laboratory testing, \$30,000.00; and
 - 5. Cost of product destruction, \$29,510.45
- 16. As a further result of LANDGLADE's breach of the Private Label Co-Packer Agreement, PROTEIN20 also sustained damages in loss of goodwill/reputation, and lost sales.

17. PROTEIN20 is entitled to reasonable attorney's fees and costs incurred in bringing this action pursuant to the terms of the Private Label Co-Packer Agreement.

COUNT II: NEGLIGENT BREACH OF CONTRACT

As and for its second cause of action, PROTEIN20 states and alleges to the Court as follows:

- 18. PROTEIN20 realleges as set forth herein the full previous allegations found in paragraphs 1-14 inclusive in the complaint.
- 19. Pursuant to the Private Co-Packer Agreement, LANDGLADE mixed and bottled the subject beverage for PROTEIN20 at its facilities.
- 20. As a result of unsanitary conditions at LANDGLADE facilities, microbiological spoilage occurred in the product that was ultimately shipped to PROTEIN2o.
- 21. LANDGLADE is negligent in failing to maintain a proper sanitary facility such that the product being mixed and bottled for PROTEIN20 would not sustain microbiological spoilage.
- 22. As a result of that negligence, PROTEIN20 sustained the damages listed in count I above.
- 23. PROTEIN20 has fully performed its obligations under the terms of the Private Label Co-Packer Agreement.

WHEREFORE, PROTEIN20 demands judgment against LANDGLADE SPRINGS, LLC for the following:

1. In the amount of \$265,383.05 for its losses due to the contaminated product, transportation expenses, labor expenses, laboratory testing expenses and the costs of product and destruction.

- 2. Losses sustained as a result of damage to goodwill/reputation and loss of revenue due to the breach of private label co-packer agreement in providing contaminated product.
 - 3. All reasonable attorneys' fees and costs in pursuing this action.

PROTEIN O² DEMANDS A JURY TRIAL ON ALL FACTUAL ISSUES

Dated this O day of July, 2016.

CRIVELLO CARLSON, S.C. Attorneys for Plaintiff, PROTEIN20

ERIC D. CARLSON State Bar No. 1026562

Post Office Address: 710 N. Plankinton Avenue Milwaukee, WI 53203 414-271-7722

EPROOF OF SERVICE

The undersigned certifies that the foregoing document was served upon all counsel of record in the above matter by depositing a copy thereof in the U.S. Mail with postage prepaid on